

STATE TREASURER

GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY01 Adjusted Base	FY02 Recommended	% Change Over FY01	FY03 Recommended	% Change Over FY02
GPR	163,400	156,300	-4.3	88,400	-43.4
PR-O	1,044,500	1,225,200	17.3	1,218,200	-0.6
PR-S	540,600	542,900	0.4	542,900	0.0
SEG-O	165,900	321,800	94.0	493,200	53.3
TOTAL	1,914,400	2,246,200	17.3	2,342,700	4.3

FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY01 Adjusted Base	FY02 Recommended	FTE Change From FY01	FY03 Recommended	FTE Change From FY02
GPR	1.00	0.00	-1.00	0.00	0.00
PR-O	8.83	8.83	0.00	8.83	0.00
PR-S	6.67	6.67	0.00	6.67	0.00
SEG-O	2.00	3.00	1.00	3.00	0.00
TOTAL	18.50	18.50	0.00	18.50	0.00

AGENCY DESCRIPTION

The State Treasurer is responsible for the custody and disbursement of state monies and for custody and care of money deposited with the state under statutory requirements. The State Treasurer acts as registrar for all general obligation bonds and maintains detailed records for such bonds, as well as the Local Government Investment Pool. The office also maintains custody and records for all property received under the uniform unclaimed property and general escheat laws. If necessary, it audits business and corporate records to ensure compliance with unclaimed property and general escheat laws. In addition, the State Treasurer is responsible for the administration of EdVest Wisconsin, the state's college savings program which allows families to invest funds now for future higher education expenses.

MISSION

The office's mission is to provide timely and accurate cash management services to state agencies; distribute unclaimed property and assets to the rightful owners as provided by s. 177.24, Wisconsin Statutes; and provide a structured, tax-advantaged way for families to save for future higher education expenses.

PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

Program 1: Custodian of State Funds

Goal: Provide an efficient process to verify and process unclaimed property claims.

Objective: Increase the number of accounts closed and dollars returned.

Goal: Provide an efficient process in completing requests for stop payments on state issued checks.

Objective: Provide reissued replacement checks in a timely manner.

Program 2: College Tuition Prepayment Program

Goal: Establish an efficient, competitive EdVest Wisconsin program.

Objective: Increase the number of accounts and dollars invested into the EdVest program.

PERFORMANCE MEASURES

Prog. No.	Performance Measure	Actual 2000	Goal 2001	Goal 2002	Goal 2003
1.	Unclaimed property claims paid.	9,332*	11,200	10,100	12,900
1.	Number of stop payments.	6,358**	19,808***	6,400	6,400
2.	Number of new EdVest accounts opened.	389**	600	1,000	1,500

* 1998-99 claims paid.

** Calendar year 1999.

*** Includes sales tax rebate checks.

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RECOMMENDATIONS

1. EdVest Wisconsin College Savings Program Adjustments
2. Unclaimed Property Base Cost: Biennial Supplement
3. SASI Initiative
4. SASI Supplements
5. IVR Upgrade
6. Budget Efficiency Measures
7. Standard Budget Adjustments

ITEMS NOT APPROVED

8. Program Assistant Position
9. Additional Space
10. Programming Upgrades
11. Scanning Unclaimed Property Documents
12. State Treasurer Salary Increase
13. Office Management Specialist Position
14. Reallocation of Executive Salaries

Table 1
Department Budget Summary by Funding Source (in thousands of dollars)

	ACTUAL FY00	ADJUSTED BASE FY01	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY02	FY03	FY02	FY03
GENERAL PURPOSE REVENUE	\$77.6	\$163.4	\$161.8	\$161.8	\$156.3	\$88.4
State Operations	77.6	163.4	161.8	161.8	156.3	88.4
PROGRAM REVENUE (2)	1,535.8	1,585.1	1,867.9	1,869.1	1,768.1	1,761.1
State Operations	1,535.8	1,585.1	1,867.9	1,869.1	1,768.1	1,761.1
SEGREGATED REVENUE (3)	125.6	165.9	359.8	463.2	321.8	493.2
State Operations	125.6	165.9	359.8	463.2	321.8	493.2
TOTALS-ANNUAL	1,739.0	1,914.4	2,389.5	2,494.1	2,246.2	2,342.7
State Operations	1,739.0	1,914.4	2,389.5	2,494.1	2,246.2	2,342.7

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

Table 2
Department Position Summary by Funding Source (in FTE positions) (4)

	ADJUSTED BASE FY01	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY02	FY03	FY02	FY03
GENERAL PURPOSE REVENUE	1.00				
PROGRAM REVENUE (2)	15.50	16.51	16.51	15.50	15.50
SEGREGATED REVENUE (3)	2.00	3.49	3.49	3.00	3.00
TOTALS-ANNUAL	18.50	20.00	20.00	18.50	18.50

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

(4) All positions are State Operations unless otherwise specified

**Table 3
Department Budget Summary by Program (in thousands of dollars)**

	ACTUAL FY00	ADJUSTED BASE FY01	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY02	FY03	FY02	FY03
1. Custodian of state funds	\$1,535.8	\$1,585.1	\$1,867.9	\$1,869.1	\$1,768.1	\$1,761.1
2. College tuition prepayment program	203.2	329.3	521.6	625.0	478.1	581.6
TOTALS	1,739.0	1,914.4	2,389.5	2,494.1	2,246.2	2,342.7

**Table 4
Department Position Summary by Program (in FTE positions) (4)**

	ADJUSTED BASE FY01	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY02	FY03	FY02	FY03
1. Custodian of state funds	15.50	16.51	16.51	15.50	15.50
2. College tuition prepayment program	3.00	3.49	3.49	3.00	3.00
TOTALS	18.50	20.00	20.00	18.50	18.50

(4) All positions are State Operations unless otherwise specified

1. EdVest Wisconsin College Savings Program Adjustments

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	-1.00	0	-1.00	0	-1.00	-71,400	-1.00
SEG-O	150,000	1.00	250,000	1.00	150,000	1.00	321,400	1.00
TOTAL	150,000	0.00	250,000	0.00	150,000	0.00	250,000	0.00

The Governor recommends converting 1.0 FTE GPR classified position to SEG funding in the EdVest program. The GPR funding for the position would be retained for use in supplies and services expenditures in FY02. The Governor recommends deleting this GPR funding in FY03. The Governor recommends statutory changes to bring administrative consistency to and increase the accountability of the two parts of the EdVest program.

2. Unclaimed Property Base Cost: Biennial Supplement

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	96,000	0.00	96,000	0.00	96,000	0.00	96,000	0.00
TOTAL	96,000	0.00	96,000	0.00	96,000	0.00	96,000	0.00

The Governor recommends funding for: (a) annual maintenance cost of the unclaimed property database and software; (b) increased reimbursement fees for the two national organizations that audit firms for unclaimed property; and (c) costs of telephone marketing services to respond to inquiries by potential owners of unclaimed property. The Governor also recommends statutory changes that will: (a) shift the unclaimed property program from a biennial to an annual reporting and notification cycle; and (b) revise the procedures that govern the sale of securities from the unclaimed property fund to minimize the costs to the fund.

3. SASI Initiative

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	2,600	0.00	2,600	0.00
PR-O	0	0.00	0	0.00	19,400	0.00	19,400	0.00
PR-S	0	0.00	0	0.00	18,900	0.00	18,900	0.00
SEG-O	0	0.00	0	0.00	6,700	0.00	6,700	0.00
TOTAL	0	0.00	0	0.00	47,600	0.00	47,600	0.00

The Governor recommends the indicated funding for basic desktop information technology support as part of a Small Agency Support Infrastructure (SASI) program. This initiative is described under Department of Administration, Item #5.

4. SASI Supplements

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	18,400	0.00	18,400	0.00	3,100	0.00	3,100	0.00
PR-S	17,900	0.00	17,900	0.00	0	0.00	0	0.00
SEG-O	6,400	0.00	6,400	0.00	1,500	0.00	1,500	0.00
TOTAL	42,700	0.00	42,700	0.00	4,600	0.00	4,600	0.00

The Governor recommends funding for software license fees, laptop maintenance fees, SASI liaison training and mainframe fees that will not be centrally budgeted under Department of Administration, Item #5.

5. IVR Upgrade

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	27,600	0.00	7,400	0.00	14,400	0.00	7,400	0.00
TOTAL	27,600	0.00	7,400	0.00	14,400	0.00	7,400	0.00

The Governor recommends funding to upgrade and maintain the Local Government Investment Pool interactive voice response unit (IVR).

6. Budget Efficiency Measures

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	-8,100	0.00	-4,600	0.00
TOTAL	0	0.00	0	0.00	-8,100	0.00	-4,600	0.00

The Governor recommends reducing the agency's GPR state operations appropriations in the amounts shown to create additional operational efficiencies.

7. Standard Budget Adjustments

Source of Funds	Agency Request				Governor's Recommendation			
	FY02		FY03		FY02		FY03	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	-1,600	0.00	-1,600	0.00	-1,600	0.00	-1,600	0.00
PR-O	49,300	0.00	49,300	0.00	47,800	0.00	47,800	0.00
PR-S	-14,300	0.00	-14,300	0.00	-16,600	0.00	-16,600	0.00
SEG-O	-2,300	0.00	-2,300	0.00	-2,300	0.00	-2,300	0.00
TOTAL	31,100	0.00	31,100	0.00	27,300	0.00	27,300	0.00

The Governor recommends adjustments to the agency's base budget for: (a) full funding of continuing position salaries and fringe benefits (\$600 in each year); (b) reclassifications (\$13,200 in each year); (c) BadgerNet increases (\$6,500 in each year); (d) fifth week of vacation as cash (\$3,800 in each year); and (e) full funding of lease and direct moves costs (\$3,200 in each year).

ITEMS NOT APPROVED

The following requests are not included in the Governor's budget recommendations for the State Treasurer.

Decision Item	Source of Funds	FY02		FY03	
		Dollars	Positions	Dollars	Positions
8. Program Assistant Position	PR-O	34,000	1.00	34,100	1.00
9. Additional Space	PR-O	23,800	0.00	26,600	0.00
	PR-S	23,200	0.00	25,900	0.00
	SEG-O	8,300	0.00	9,300	0.00
10. Programming Upgrades	PR-S	12,000	0.00	3,000	0.00
11. Scanning Unclaimed Property Documents	PR-O	6,700	0.00	17,900	0.00
12. State Treasurer Salary Increase	PR-O	0	0.00	6,900	0.00
	PR-S	0	0.00	6,700	0.00
	SEG-O	0	0.00	2,400	0.00
13. Office Management Specialist Position	PR-O	17,900	0.43	17,900	0.43
	PR-S	-4,600	-0.08	-4,600	-0.08
	SEG-O	6,400	0.15	6,400	0.15
14. Reallocation of Executive Salaries	PR-O	-39,800	-0.54	-39,800	-0.54
	PR-S	14,700	0.20	14,700	0.20
	SEG-O	25,100	0.34	25,100	0.34
TOTAL OF ITEMS NOT APPROVED	PR-O	42,600	0.89	63,600	0.89
	PR-S	45,300	0.12	45,700	0.12
	SEG-O	39,800	0.49	43,200	0.49